

## INDEPENDENT AUDITOR'S REPORT

To the Members of **D V S INDUSTRIES PRIVATE LIMITED**

### **Report on the IND AS Financial Statements**

We have audited the accompanying Standalone Ind AS Financial statements of M/S. D V S Industries Private Limited ("the Company"), which comprises the Balance Sheet as at March 31, 2021, the Statement of Profit and Loss (including other comprehensive income) the statement of changes in equity and Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information.

### **Management's Responsibility for the Standalone Financial Statements**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of The Companies Act, 2013 (The Act) with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income and cash flows and changes in equity of the Company in accordance with the Accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under section 133 of The Act, read with relevant rules issued thereunder.

This responsibility also includes the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the company and for preventing and detecting frauds and other irregularities, selection and application of appropriate accounting policies, making judgments and estimates that are reasonable and prudent, and design and implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

### **Auditor's Responsibility**

Our responsibility is to express an opinion on these standalone financial statements based on our audit.

In conducting our Audit, We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the Auditor's report under the provisions of the Act and rules made there under and the Order issued under Section 143 (11) of The Act.



We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act and other applicable authoritative pronouncements issued by The Institute of Chartered Accountants of India. Those standards require that we comply with ethical requirements and plan and perform the Audit to obtain reasonable assurance about whether the standalone financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the standalone financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the standalone financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the standalone financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the over all presentation of the financial statements.

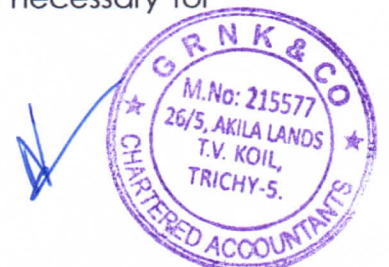
We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

### **Opinion**

- 1) In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India of the financial position of the company as at 31<sup>st</sup> March 2021 and its **LOSS** and cash flows for the year ended on that date.

### **Report on Other Legal and Regulatory Requirements**

- 1) As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of sub-section 11 of section 143 of the Act , we give in the Annexure A a statement on the matters specified in paragraphs 3 and 4 of the said Order.
- 2) As required by section 143(3) of the Act, we report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;



- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
- c) The Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
- d) In our opinion, the aforesaid standalone financial statements comply with the Indian Accounting Standards specified under section 133 of the Act read with relevant rule issued thereunder.
- e) On the basis of written representations received from the Directors as on March 31 2021, and taken on record by the Board of Directors, none of the Directors is disqualified as on March 31, 2021, from being appointed as a Director in terms of section 164(2) of the Act.
- f) With respect to the adequacy of the Internal Financial Controls over financial reporting of the Company and the Operating effectiveness of such controls, refer to our separate Report in Annexure B. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's Internal Financial Controls over financial reporting.
- g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of The Companies (Audit and Auditors) Rules 2014, in our opinion and to the best of our information and according to the explanations given to us :
- i) The Company does not have any pending litigation which would impact its financial position.
- ii) The Company does not have any long term contract including derivative contract for which there were any material foreseeable losses.
- iii) There has been no delay in transferring the amounts, required to be transferred, to the investor education and protection fund.
- iv) The reporting on disclosure relating to Specified Bank Notes is not applicable to the Company for the year Ended 31.03.2021.

For G R N K & Co  
Chartered Accountants  
FRN: 016847S



PROPRIETOR  
Membership No. 215577  
ICAI UDIN: 21215577AAAADH6487



Place : Tiruchirapalli  
Date : 21.06.2021

G R N K & CO  
CHARTERED ACCOUNTANTS

PHONE: (0431) 4012931  
28 / 6 AKILA LANDS  
GANAPATHY COLONY SOUTH  
T.V.KOIL, TIRUCHY – 620 005

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ANNEXURE A TO THE AUDITOR'S REPORT

The Annexure referred to in Independent Auditor's Report to the members of the Company on the Financial Statements for the Year Ended 31.03.2021:

We report that

I

- a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets;
- b) As explained to us, all the assets have not been physically verified by the management during the year but there is a regular program of verification to cover all the items of Fixed Assets in a phased manner, which, in our opinion, is reasonable, considering the size and the verification having regard to the size of the company and the nature of its assets. Pursuant to the program, certain Fixed Assets were physically verified by the Management during the year. No material discrepancies have been noticed on such physical verification.
- c) According to the information and explanations furnished to us, the records examined by us and based on the examination of the conveyance deeds provided to us, we report that the Title Deeds, comprising of all the immoveable properties of the Land Buildings which are Freehold, are held in the name of the company as at the Balance Sheet date. Based on the above, we also report that all the Company are Freehold and the Company has not acquired



any Asset on Lease. Also, all the assets are held for the use of the Company only and none of the assets are held for use by others.

II

- a) The inventories have been physically verified by the management during the year at reasonable intervals, except materials lying with third parties, where confirmations are obtained. In our opinion, the frequency of verification is reasonable. The discrepancies noticed on verification between the physical stocks and the book records were not material.

III

According to the information and explanations furnished to us, the Company has neither granted nor taken any loans to and from companies, firms or other parties covered in the Register, maintained under Section 189 of the Companies Act, 2013, except the Loan of Rs. 8298.49 Lakhs from M/S. M.M. Forgings Limited, The Holding Company, in respect of which,

- a) The Terms and conditions of such loan is, in our opinion, not prejudicial to the interest of the Company;
- b) The repayment of the said loan is yet to commence as per the schedule stipulated for the repayment;
- c) There is no overdue amount remaining outstanding as on the date of the Balance Sheet.

IV

In our opinion and according to the information and explanations furnished to us, the Company has complied with the Provisions of Sections 185 and 186 of The Act in respect of Grant of Loans and making investments. The Company has not given any Guarantees and securities falling under section 185 / 186 of The Companies Act 2013.



- V The Company has not accepted any Deposits from the Public during the year or from the members. The Company does not have any Deposits on the date of the Balance Sheet. The Company does not have any Unclaimed Deposits on the date of the Balance Sheet. Therefore, the provisions of Clause 3 (v) of the Order are not applicable to the Company.
- VI The maintenance of Cost Records under section 148 (1) of The Act has not been specified by The Central Government for the Business activities carried on by the Company. Thus, reporting under Clause 3 (Vi) of the Order is not applicable to the Company.
- VII
- a) According to the records of the Company, the Company is regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Employees State Insurance, Income Tax, GST, Sales Tax, Value Added Tax, Wealth Tax, Customs Duty, Excise Duty, Service Tax, Cess and other material statutory dues applicable to it.
- b) There were no undisputed amounts payable in respect of any of the above statutory dues.
- VIII Based on our audit procedure and on the information and explanation given by the management, we are of the opinion that the company has not defaulted in repayment of its dues to Financial Institutions, Banks and debenture holders.




- IX The Company has not raised any money by way of initial public offer or other public offer. The Company has not any term loans / Working Capital facilities from Banks:
- X To the best of our knowledge and based on the audit procedures performed and information and explanations given by the management, we report that no fraud by the Company or no material fraud on the Company by its officers or employees has been noticed or reported during the year.
- XI Based on the audit procedures performed and information and explanations given by the management, we report that the Company has not paid / provided for Managerial Remuneration.
- XII The Company is Not a Nidhi Company. Accordingly, para 3 (xii) of The Order is not applicable to the Company.
- XIII Based on the audit procedures performed and information and explanations given by the management, all the transactions with the related parties are in compliance with Sections 177 / 188 of the Companies Act 2013 were applicable and details of such transactions are duly reported in the standalone Financial Statements as required by the applicable Accounting Standards.
- XIV During the Year, The Company has not made any preferential allotment or Private placement of shares or fully / partly convertible debentures during the year. Hence, reporting under Clause 3 (xiv) of the Order is not applicable to the Company.



XV Based on the audit procedures performed and information and explanations given by the management The Company has not entered in to any Non Cash Transactions with Directors or persons connected with him and hence, the provisions of section 192 of The Companies Act 2013 are not applicable to the Company.

XVI. No registration is required under Section 45 IA of The Reserve Bank of India Act.

For G R N K & Co  
Chartered Accountants  
FRN: 016847S

  
PROPRIETOR  
Membership No. 215577  
ICAI UDIN: 21215577AAAADH6487



Place : Tiruchirapalli  
Date : 21/06/2021



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### **Annexure B to the Auditors' Report**

Report on the Internal Financial Controls under Clause (i) of Sub – section 3 of Section 143 of the Companies Act, 2013 ('the Act')

We have audited the internal financial controls over financial reporting of D V S Industries Private limited ('the Company') as of 31 March 2021 in conjunction with our audit of the standalone Ind AS financial statements of the company for the year ended on that date.

#### **Management's Responsibility for Internal Financial Controls**

The Company's Management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the timely preparation of reliable financial information, as required under the Companies Act, 2013.



### **Auditor's Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting ('the Guidance Note') and the standards on Auditing, issued by ICAI and deemed to be prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the standalone Ind AS financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial control systems over financial reporting.



### **Meaning of Internal Financial Controls over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles and that receipts and expenditures of the company are being made only in accordance with authorizations of the management and Directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

### **Inherent Limitations of Internal Financial Controls over Financial Reporting**


Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.



**Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial control system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2021, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India.

For G R N K & Co  
Chartered Accountants  
FRN: 016847S

  
PROPRIETOR  
Membership No. 215577  
ICAI UDIN: 21215577AAAADH6487



Place : Tiruchirapalli  
Date : 21.06.2021

Name of the Company DVS Industries Pvt Ltd  
Balance Sheet as at 31 March 2021

in Lakhs

Particulars		Note No.	As at 31 March 2021	As at 31 March 2020
<b>A</b>	<b>EQUITY AND LIABILITIES</b>			
1	<b>Shareholders' funds</b>			
1.1	Share capital	3	159.30	159.30
1.2	Reserves and surplus	4	(1,320.12)	(1,330.09)
			(1,160.82)	(1,170.79)
2	<b>Non-current liabilities</b>			
2.1	Long-term borrowings	5	8,298.49	8,981.55
2.2	Deferred tax liabilities (net)		(285.22)	-
2.3	Other long-term liabilities	6	5.20	5.20
			8,018.47	8,986.75
3	<b>Current liabilities</b>			
3.1	Short-term borrowings	7	-	-
3.2	Trade payables	8	2,028.10	754.41
3.3	Other current liabilities	9	-	-
3.4	Short-term provisions	10	-	-
			2,028.10	754.41
	<b>TOTAL</b>		<b>8,885.75</b>	<b>8,570.37</b>
<b>B</b>	<b>ASSETS</b>			
1	<b>Non-current Assets</b>			
1.1	Fixed Assets			
1.1.1	Tangible Assets	11	5,792.27	5,948.27
1.1.2	Capital work-in-progress		-	399.65
			5,792.27	6,347.92
1.2	Non-current investments	12	-	-
1.3	Long-term loans and advances	13	50.14	66.63
1.4	Other non-current assets	14	715.45	476.10
			765.59	542.73
2	<b>Current Assets</b>			
2.1	Inventories	15	1,030.75	516.57
2.2	Trade receivables	16	1,146.56	828.32
2.3	Cash and cash equivalents	17	80.88	142.79
2.4	Short-term loans and advances	18	69.69	192.04
2.5	Other current assets	19	-	-
			2,327.88	1,679.72
			<b>8,885.75</b>	<b>8,570.37</b>

See accompanying notes forming part of the financial statements

In terms of our report of even date

For G R N K & Co

Chartered Accountant

Proprietor



Director




M.R. (Signature)

Director

(Signature)

Place: Chennai

Date : 21.06.2021

Name of the Company DVS Industries Pvt Ltd				
Profit and Loss Account for the year ended 31st March 2019				
` in Lakhs				
Particulars		Note No.	For the year ended 31 Mar 2021	For the year ended 31 Mar 2020
<b>A</b>	<b>CONTINUING OPERATIONS</b>			
1	Revenue from operations Net of Excise Duty	20	5,693.76	4,187.96
2	Other income	21	8.74	6.04
3	<b>Total revenue (1+2)</b>		<b>5,702.50</b>	<b>4,194.00</b>
4	<b>Expenses</b>			
4.1	Cost of materials consumed	22	3,415.53	1,831.85
4.2	Changes in inventories of Finished Goods / Work-In-Process	23	47.11	262.93
4.3	Employee benefits expense	24	666.48	642.59
4.4	Finance costs	25	398.45	524.61
4.5	Depreciation and amortisation Expenses	11.3	662.80	632.81
4.6	Other expenses	26	960.44	751.79
	<b>Total expenses</b>		<b>6,150.81</b>	<b>4,646.58</b>
5	<b>Profit / (Loss) before exceptional and extraordinary items and tax (3 - 4)</b>		(448.31)	(452.58)
6	<b>Exceptional items</b>			
	<b>Profit on Sale of Business Asset</b>			-
	Profit on Sale of Other Assets		173.06	21.03
7	<b>Profit / (Loss) before extraordinary items and tax (5 ± 6)</b>		(275.25)	(431.55)
8	<b>Extraordinary items</b>			
9	<b>Profit / (Loss) before tax (7 ± 8)</b>		(275.25)	(431.55)
10	<b>Tax expense:</b>			
10.1	Current tax expense for current year			
10.2	Tax expense relating to prior years			
10.3	Net current tax expense		-	-
10.4	Mat Credit entitlement			
10.5	Deferred tax (Asset) / Liability		(285.22)	
			(285.22)	-
11	<b>Profit / (Loss) from continuing operations (9 ± 10)</b>		9.97	(431.55)
<b>B</b>	<b>DISCONTINUING OPERATIONS</b>			
12	<b>Profit / (Loss) from discontinuing operations</b>		-	-
<b>C</b>	<b>TOTAL OPERATIONS</b>		9.97	(431.55)
13	<b>Profit / (Loss) for the year (11 ± 12)</b>		9.97	(431.55)
14	<b>Earnings per share (of Rs. 10 /- each):</b>			
14.1	Basic			
14.1.1	Continuing operations		6.26	(270.91)
14.1.2	Total operations		6.26	(270.91)
14.2	Diluted			
14.2.1	Continuing operations		6.26	(270.91)
14.2.2	Total operations		6.26	(270.91)
<b>See accompanying notes forming part of the financial statements</b>				
In terms of our report of even date				
<b>For G R N K &amp; Co</b>				
Chartered Accountant				
				
<b>Proprietor</b>		<b>Director</b>	<b>Director</b>	
Place: Chennai				
Date : 21.06.2021				

Name of the Company: DVS Industries Pvt Ltd				
Notes forming part of the financial statements				
Note 3 Share capital				
Particulars	As at 31 March 2021		As at 31 March 2020	
	Number of shares	in Lakhs	Number of shares	in Lakhs
3.1 Authorised Equity shares of ₹ 100 each with voting rights	2,50,000	250.00	2,50,000.00	250.00
3.2 Issued Equity shares of ₹ 100 each with voting rights				
3.3 Subscribed and fully paid up Equity shares of ₹ 100 each with voting rights	1,59,299	159.30	1,59,299.00	159.30
(1) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:				
Particulars	Opening Balance	Buy back	Other changes (give details)	Closing Balance
Equity shares with voting rights Year ended 31 March 2021 - Number of shares - Amount in lakhs 159.30	1,59,299			1,59,299.00
Year ended 31 March 2020 - Number of shares - Amount in lakhs 159.30	1,59,299			1,59,299.00
(2) Details of shares held by each shareholder holding more than 5% shares:				
Class of Shares	As at 31 March 2021		As at 31 March 2020	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
Equity shares with voting rights M M Forgings Limited	1,59,299	100.00	1,59,299	100.00
	1,59,299	100.00	1,59,299	100.00
(3) Aggregate number and class of shares allotted as fully paid up pursuant to contract(s) without payment being received in cash, bonus shares and shares bought back for the period of 5 years immediately preceding the Balance Sheet date.				
Particulars	Aggregate number of shares			
	As at 31 March 2021		As at 31 March 2020	
Equity shares with voting rights Fully paid up by way of bonus shares	1,59,299.00		1,59,299.00	

Name of the Company: DVS Industries Pvt Ltd				
Notes forming part of the financial statements				
Note 4 Reserves and surplus				
Particulars	As at 31 March 2021		As at 31 March 2020	
	in Lakhs		in Lakhs	
4.1 Capital reserve				
Opening balance				
Add: Additions during the year	-	-	-	-
Less: Utilised / transferred during the year	-	-	-	-
Closing balance				
4.2 Securities premium account				
Opening balance	19.40	19.40	19.40	19.40
Closing balance	19.40	19.40	19.40	19.40
4.3 General reserve				
Opening balance	500.72	500.72	500.72	500.72
Add: Transferred from surplus in Statement of Profit and Loss				
Less: Utilised / transferred during the year for: Interim Dividend / Dividend Tax				
Closing balance	500.72	500.72	500.72	500.72
4.4 Surplus / (Deficit) in Statement of Profit				
Opening balance	(1,850.21)	(1,850.21)	(1,418.66)	(1,418.66)
Add: Profit / (Loss) for the year	9.97	9.97	(431.55)	(431.55)
Less: Interim dividend / Dividend Tax Dividends proposed to be distributed Tax on dividend Transferred to: General Reserve				
Closing balance	(1,840.24)	(1,840.24)	(1,330.09)	(1,330.09)
<b>Total</b>	<b>(1,320.12)</b>	<b>(1,320.12)</b>	<b>(1,330.09)</b>	<b>(1,330.09)</b>
Note 5 Long-term borrowings				
Particulars	As at 31 March 2021		As at 31 March 2020	
	in Lakhs		in Lakhs	
Term Loans From Banks				
Secured				
Unsecured	8,298.49	8,298.49	8,981.55	8,981.55
<b>Total</b>	<b>8,298.49</b>	<b>8,298.49</b>	<b>8,981.55</b>	<b>8,981.55</b>
5.1 Details of terms of repayment for the other long-term borrowings and security provided in respect of the secured other long-term borrowings:				
Particulars	As at 31 March 2021		As at 31 March 2020	
	Secured	Unsecured	Secured	Unsecured
Loans from M M Forgings Limited	-	8,298.49	-	8,981.55
Rate of Interest-MMF 5%	-	8,298.49	-	8,981.55
Note 6 Other long-term liabilities				
Particulars	As at 31 March 2021		As at 31 March 2020	
	in Lakhs		in Lakhs	
6.1 Trade Payables				
Other than acceptances	-	-	-	-
6.2 Other Payables on Purchase of Fixed Assets				
Rental Advance Received	-	-	-	-
Advance from Customers	5.20	5.20	5.20	5.20
<b>Total</b>	<b>5.20</b>	<b>5.20</b>	<b>5.20</b>	<b>5.20</b>

Name of the Company: DVS Industries Pvt Ltd			
Notes forming part of the financial statements			
Note 7 Short-term borrowings		in Lakhs	
Particulars	As at 31 March 2021	As at 31 March 2020	
7.1 Loans repayable on demand from Banks			
Secured			
Unsecured			
<b>Total</b>	<b>-</b>	<b>-</b>	
<b>Note: Details of security for the secured short-term borrowings:</b>			
Particulars	Nature of Security	As at 31 March 2021	As at 31 March 2020
Loans repayable on demand from Banks	Hypothecation of Inventory/ Book Debts	-	-
Total - from banks		-	-
No Default in the Servicing of the facility availed.			
<b>Note 8 Trade payables</b>			
Trade Payables - Other than Acceptances		1,729.54	633.63
<b>Total</b>		<b>1,729.54</b>	<b>633.63</b>
<b>Note 9 Other current liabilities</b>			
9.1 Current maturities of long-term debt -			
9.2 Unpaid dividends		-	-
<b>Total</b>		<b>-</b>	<b>-</b>
Note : Current maturities of long-term debt (Refer Notes 5.1 and 5.4 - Long Term Borrowings for details of Security)			
<b>Note 10 Short Term Provisions</b>			
10.1 Provision for tax (net of advance tax )		-	-
<b>Total</b>		<b>-</b>	<b>-</b>

Name of the Company: DVS Industries Pvt Ltd			
Notes forming part of the financial statements			
Note 13 Long-term loans and advances		in Lakhs	
Particulars	As at 31 March 2021	As at 31 March 2020	
13.1 Security deposits			
Secured, considered good			
Unsecured, considered good	19.25	19.25	
Doubtful	-	-	
	19.25	19.25	
13.2 Advance Income Tax	10.99	27.48	
13.3 Mat Credit Available	19.90	19.90	
13.4 Balances with government authorities			
Unsecured, considered good			
<b>Total</b>	<b>50.14</b>	<b>66.63</b>	
Note: Long-term loans and advances - No dues from Directors, Officers of the Company, Firms in which any Director is a partner or any Private Limited			
<b>Note 14 Other non-current assets</b>			
14.1 Long Term Inventories (At lower of cost and net realisable value)			
14.1.1 Raw materials	-	-	
14.1.2 Work-in-progress - Steel Forgings	-	-	
14.1.3 Stores & Spares	-	-	
14.1.4 Banks	-	-	
<b>Total</b>	<b>-</b>	<b>-</b>	
14.2 Other Assets			
14.2.1 Sundry Debtors	416.89	355.32	
14.2.2 Advance to Suppliers	298.56	120.78	
14.2.3 Insurance claims	-	-	
<b>Total</b>	<b>715.45</b>	<b>476.10</b>	
<b>Note 15 Inventories</b>			
(At lower of cost and net realisable value)			
15.1 Raw materials	629.45	125.31	
15.2 Work-in-progress - Steel Forgings	244.73	291.84	
15.3 Stores and spares	75.56	47.69	
15.4 Consumable Tools	81.01	51.73	
<b>Total</b>	<b>1,030.75</b>	<b>516.57</b>	
<b>Note 16 Trade receivables</b>			
Trade receivables outstanding for a period			
Secured, considered good	-	-	
Unsecured, considered good	1,146.56	828.32	
Doubtful	-	-	
Total	1,146.56	828.32	
Less: Provision for doubtful trade receivables	-	-	
<b>Total</b>	<b>1,146.56</b>	<b>828.32</b>	
Note: Trade Receivables - No dues from Directors, Officers of the Company, Firms in which any Director is a partner or any Private Limited Companies in which any Director is a Director			

Name of the Company: DVS Industries Pvt Ltd			
Notes forming part of the financial statements			
Note 17 Cash and cash equivalents		in Lakhs	
Particulars	As at 31 March 2021	As at 31 March 2020	
17.1 Cash on hand	50.29	54.50	
17.2 Cheques, drafts on hand	-	-	
17.3 Investments in Liquid funds	-	-	
17.4 Balances with banks	-	-	
17.4.1 In current accounts	25.89	83.59	
17.4.2 In deposit accounts (Refer Note below)	4.70	4.70	
<b>Total</b>	<b>80.88</b>	<b>142.79</b>	
Of the above, the balances that meet the definition of Cash and cash equivalents as per AS 3 - Cash Flow Statement is - 76.18 Lakhs. (As at 31st March 2020 - 138.09 Lakhs)			
Note: Balances with banks include deposits amounting to - 4.70 Lakhs as at 31st March 2021 which have an original maturity of more than 12 months. (As at 31st March 2020 - 4.70 Lakhs)			
<b>Note 18 Short-term loans and advances</b>			
18.1 Loans and advances to employees			
Unsecured, considered good	2.89	2.10	
Doubtful	2.89	2.10	
Less: Provision for doubtful loans and advances	-	-	
	2.89	2.10	
18.2 Prepaid expenses - Unsecured, considered good	-	-	
18.3 Balances with government authorities - Unsecured, considered good	-	-	
18.3.1 GST Input credit receivable	66.80	189.94	
18.3.2 GST credit receivable	-	-	
18.4 Others			
Secured, considered good	-	-	
Unsecured, considered good	-	-	
Less: Provision for other doubtful loans and advances	-	-	
<b>Total</b>	<b>69.69</b>	<b>192.04</b>	
Note: Short-term loans and advances - No amount is due from any Directors, Other Officers of the Company, Firms in which any Director is a partner, Private			
<b>Note 19 Other current assets</b>			
19.1 Others			
19.1.1 Insurance claims	-	-	
<b>Total</b>	<b>-</b>	<b>-</b>	



Name of the Company: DVS Industries Pvt Ltd			
Notes forming part of the financial statements			
Note 20 Revenue from operations			
Particulars	As at 31 March 2021	in Lakhs	
		As at 31 March 2021	As at 31 March 2020
20.1 Sale of products	5,693.76		4,187.96
20.2 Other operating revenues			
<b>Total</b>	<b>5,693.76</b>		<b>4,187.96</b>
20.1.1 Sale of products comprises			
Component Sales	5,693.76		4,187.96
<b>Total - Sale of products</b>	<b>5,693.76</b>		<b>4,187.96</b>
20.2.1 Other operating revenues			
Power Generated	-		-
<b>Total - Other operating revenues</b>	<b>-</b>		<b>-</b>
<b>Note 21 Other income</b>			
21.1 Interest income from Bank Deposits	1.69		5.89
21.2 Miscellaneous Income	7.05		0.15
<b>Total</b>	<b>8.74</b>		<b>6.04</b>
<b>Note 22 Cost of materials consumed</b>			
Opening stock	125.31		163.76
Add: Purchases	3,919.67		1,793.40
	<b>4,044.98</b>		<b>1,957.16</b>
Less: Closing stock	629.45		125.31
<b>Cost of material consumed</b>	<b>3,415.53</b>		<b>1,831.85</b>
Material consumed comprises: Raw material Steel Billets			
<b>Note 23 Changes in inventories of finished goods, work-in-progress and stock-in-trade</b>			
Inventories at the end of the year:			
Work-in-progress components	244.73		291.84
Inventories at the beginning of the year:			
Work-in-progress components	291.84		554.77
<b>Net (increase) / decrease</b>	<b>47.11</b>		<b>262.93</b>
<b>Note 24 Employee benefits expense</b>			
24.1 Salaries and wages	638.79		606.81
24.2 Contributions to provident and other funds	8.44		18.15
24.3 Staff Gratuity	0.88		1.90
24.3 Staff welfare expenses	18.37		15.73
<b>Total</b>	<b>666.48</b>		<b>642.59</b>
<b>Note 25 Finance costs</b>			
Interest expense on borrowings	398.45		524.61
<b>Total</b>	<b>398.45</b>		<b>524.61</b>

Name of the Company: DVS Industries Pvt Ltd				
Notes forming part of the financial statements				
Note 26 Other expenses				
Particulars	As at 31 March	As at 31 March 2020	in Lakhs	
			As at 31 March 2021	As at 31 March 2020
26.1 Consumption of Stores			155.38	82.07
26.2 Consumption of Tools			244.59	169.27
26.3 Outside Labour			34.96	34.30
26.4 Power and fuel			245.74	206.62
26.5 Repairs and Maintenance				
26.5.1 Buildings	12.34	10.66		
26.5.2 Machinery	45.80	52.59		
26.5.3 Machinery Spares	67.04	60.42	125.18	123.67
26.6 Selling Expenses			93.88	43.65
26.6 Export Expenses				
26.8 Miscellaneous expenses			60.71	92.21
<b>Total</b>			<b>960.44</b>	<b>751.79</b>
Miscellaneous expenses includes payment to				
As auditors - statutory audit			4.35	4.35
For taxation matters				
Reimbursement of Expenses / Service Tax				
<b>Total</b>			<b>4.35</b>	<b>4.35</b>
DETAILS FOR EXCEPTIONAL ITEMS				
Particulars			As at 31 March 2021	As at 31 March 2020
27.1 Contingent liabilities and commitments (to the extent not provided for)			NIL	NIL
27.1.1 Contingent Liabilities - Foreign Bills Discounted with Bank			-	-

Name of the Company: DVS Industries Pvt Ltd				
Notes forming part of the financial statements				
Note 29 Disclosure as per Clause 32 of the Listing				
	As at 31 March 2021	As at 31 March 2020		
29.1 Loans and advances in the nature of loans given to subsidiaries, associates and others and investment in	NIL	NIL		
29.2 The Directors of the Company are Directors/Partners of the following concerns:				
<b>Other Directorship</b>	<b>Other Committee Memberships</b>			
	Sri. S.SUBRAMANIAN			
	NIL			
	Sri. M..SANTHANAM			
Horizon E-Tek Pvt Ltd	Director			
	Sri. N.RAMNATH			
	NIL			
	Sri. M.N.RAJASEKARAN			
	NIL			
Particulars	As at 31 March 2021		As at 31 March 2020	
29.3 The year-end foreign currency exposures that have not been hedged by a derivative instrument or otherwise are given below:	Receivable/ (Payable)		Receivable/ (Payable)	
<b>Receivable/ (Payable) in Foreign Currency</b>	NIL		NIL	
Particulars	For the year ended 31 Mar 2021		For the year ended 31 Mar 2020	
29.4 Value of imports calculated on CIF basis				
Raw materials	-		-	
Consumable Stores / Tools	-		-	
Machinery Spares	4.65		2.29	
Capital goods	-		2.29	
29.4 Details of consumption of imported and indigenous items				
	As at 31 March 2021		As at 31 March 2020	
	in Lakhs	%	in Lakhs	%
<b>Imported</b>				
Raw materials	-	0.00%	-	0.00%
Consumable Stores / Tools	-	0.00%	-	0.00%
Machinery Spares	4.65	0.67%	2.29	3.79%
<b>Total</b>	<b>4.65</b>		<b>2.29</b>	
<b>Indigenous</b>				
Raw materials	3,415.53	10.30%	1,831.85	5.75%
Consumable Stores / Tools	399.97	100.00%	251.34	100.00%
Machinery Spares	62.39	93.06%	58.13	96.21%
<b>Total</b>	<b>3,877.89</b>		<b>2,141.32</b>	
Particulars	For the year ended 31 Mar 2021		For the year ended 31 Mar 2020	
29.5 Earnings in foreign exchange				
Export of goods calculated on CIF basis				
<b>Note 30 Disclosures under Accounting Standards (contd.)</b>				
Particulars	As at 31 March 2021		As at 31 March 2020	
30.1 Details of government grants	Nil		Nil	
30.2 Details of borrowing costs capitalised	Nil		Nil	
<b>Note 31 Deferred Tax Liability</b>	(285.22)		Nil	

Name of the Company **DVS INDUSTRIES PRIVATE LIMITED**

Notes forming part of the financial statements

Note 11 Fixed Assets

11.1	Tangible Assets	Gross block						
		Balance as at 1 April, 2020	Additions	Disposals	Effect of foreign currency exchange differences	Borrowing cost capitalised	Other adjustments	Balance as at 31 Mar 2021
		` in lakhs	` in lakhs	` in lakhs	` in lakhs	` in lakhs	` in lakhs	` in lakhs
11.1.1	Land	156.50						156.50
11.1.2	Buildings	876.23	0.00					876.23
11.1.3	Plant and Equipment	8566.70	578.33	86.81				9058.22
11.1.4	Furniture and Fixtures	55.82	0.00					55.82
11.1.5	Vehicles	215.97	0.00					215.97
11.1.6	Office equipment	128.99	0.00					128.99
11.1.7	Goodwill	265.68	0.00					265.68
	<b>Total</b>	10265.89	578.33	86.81	0.00	0.00	0.00	10757.41
	<b>Previous year</b>	9997.06	524.40	255.57	0.00	0.00	0.00	10265.89

Name of the Company **DVS INDUSTRIES PRIVATE LIMITED**

Notes forming part of the financial statements

All the Assers are Free Hold and None of them are Lease Hold or held for others use.

**Note 11 Fixed Assets (contd.)**

11.2	Tangible Assets	Accumulated depreciation and impairment				Net block		
		Balance as at 1 April, 2020	Depreciation / amortisation expense for the year	Eliminated on disposal of assets	Other adjustments	Balance as at 31 Mar 2021	Balance as at 31 Mar 2021	Balance as at 1 April, 2020
		` in lakhs	` in lakhs	` in lakhs	` in lakhs	` in lakhs	` in lakhs	` in lakhs
11.2.1	Land	0.00				0.00	156.50	156.50
11.2.2	Buildings	237.58	29.75			267.33	608.90	638.65
11.2.3	Plant and Equipment	3741.85	609.48	15.28		4336.05	4722.17	4824.85
11.2.4	Furniture and Fixtures	50.93	1.33			52.26	3.56	4.89
11.2.5	Vehicles	173.67	19.63			193.30	22.67	42.30
11.2.6	Office equipment	113.59	2.61			116.20	12.79	15.40
11.2.7	Goodwill	0.00			0.00	0.00	265.68	265.68
	<b>Total</b>	4317.62	662.80	15.28	0.00	4965.14	5792.27	5948.27
	<b>Previous year</b>	3684.80	632.81	1.43	0.00	4316.18	5949.71	6312.26

Name of the Company DVS INDUSTRIES PRIVATE LIMITED

Notes forming part of the financial statements

11.3	Depreciation and amortisation relating to continuing operations:		
	Particulars	For the year ended 31 Mar 2021	For the year ended 31 Mar 2020
	Depreciation and amortisation for the year on tangible assets as per Note 12A	662.80	632.81
	Depreciation and amortisation for the year on intangible assets as per Note 12B	-	-
	Less: Utilised from revaluation reserve	-	-
	Depreciation and amortisation relating to continuing operations	662.80	632.81

Name of the Company DVS INDUSTRIES PRIVATE LIMITED

Notes forming part of the financial statements

Note 12 Non-current investments

Particulars	As at 31 March 2021			As at 31 March 2020		
	Quoted #	Unquoted #	Total	Quoted	Unquoted	Total
	` in lakhs	` in lakhs	` in lakhs	` in lakhs	` in lakhs	` in lakhs
Investments (At cost):						
12.1 <u>Trade</u>	NIL	NIL	NIL	NIL	NIL	NIL
12.2 <u>Other investments</u>						
12.2.1 instruments			-			-
- Fully Paid						
<b>Total - Other investments (12.2)</b>	-	-	-	-	-	-
Less: Provision for diminution in value of investments			-			-
<b>Total</b>			-			-
Aggregate amount of quoted investments			-			-
Aggregate market value of listed and quoted investments						

CASH FLOW STATEMENT FOR COMPANIES OTHER THAN FINANCE COMPANIES			
Name of the Company DVS INDUSTRIES PRIVATE LIMITED			
Cash Flow Statement for the year ended 31 March 2021		in Lakhs	
Particulars	For the year ended 31 Mar 2021		For the year ended 31 Mar 2020
<b>A. Cash flow from operating activities</b>			
Net Profit / (Loss) before extraordinary items and tax		(275.24)	(431.55)
<i>Adjustments for:</i>			
Depreciation and amortisation	662.80		632.81
(Profit) / Loss on sale / write off of assets	(173.06)		(21.03)
Finance costs	398.45		524.61
Interest income	(1.69)		(5.89)
		886.50	1,130.50
Operating Profit / (Loss) before working capital changes		611.26	698.95
<i>Changes in working capital:</i>			
<i>Adjustments for (increase) / decrease in operating assets:</i>			
Inventories	(514.18)		202.49
Trade receivables	(318.24)		278.21
Short-term loans and advances	122.37		140.60
Long-term loans and advances	-		7.17
Other non-current assets	(239.35)		(84.62)
<i>Adjustments for increase/(decrease) in operating liabilities</i>			
Trade payables	1,273.69		(291.38)
Other current liabilities	16.49		-
Other long-term liabilities	-		-
		340.78	252.47
Cash generated from operations		952.04	951.42
Net income tax (paid) / refunds			(28.93)
<b>Net cash flow from / (used in) operating activities (A)</b>		<b>952.04</b>	<b>980.35</b>
<b>B. Cash flow from investing activities</b>			
Capital expenditure on fixed assets, including capital advances		(178.73)	(924.00)
Proceeds from sale of fixed assets		244.59	275.16
Interest received		1.69	5.89
<b>Net cash flow from / (used in) investing activities (B)</b>		<b>67.55</b>	<b>(642.95)</b>
<b>C. Cash flow from financing activities</b>			
Proceeds from long-term borrowings( Net)			(298.23)
Loan from Holding Company		(683.06)	576.49
Finance cost		(398.45)	(524.61)
<b>Net cash flow from / (used in) financing activities (C)</b>		<b>(1,081.51)</b>	<b>(246.35)</b>
<b>Net increase/(decrease) in Cash and cash equivalents (A+B+C)</b>		<b>(61.92)</b>	91.05
Cash and cash equivalents at the beginning of the year		142.80	51.73
Cash and cash equivalents at the end of the year		80.88	142.80
		<b>(61.92)</b>	91.05

See accompanying notes forming part of the financial statements

In terms of our report of even date

For G R N K & Co



Proprietor

M.R. [Signature]

Director

[Signature]

Director

Place: Chennai

Date : 21.06.2021